

AUDITED FINANCIAL STATEMENTS

of

SHAKTI PRESS LIMITED

For

The Year Ended 31st March, 2020

D P SARDA & CO

Chartered Accountants

Mumbai | Nagpur | Amravati | Kishangarh

S-2, Wasantika Apartment, Raj Nagar, Nagpur – 440013

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INDEPENDENT AUDITOR'S REPORT

To the members of "SHAKTI PRESS LIMITED"

Report on the Audit of the Standalone Financial Statements of Shakti Press Limited

Opinion

We have audited the accompanying standalone financial statements of **SHAKTI PRESS LIMITED** ("the Company"), which comprise the Balance Sheet as at **31/03/2020**, the Statement of Profit and Loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and do not give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and profit, and its cash flows for the year ended on that date.

Basis for Adverse Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. We have also filed a report (dated 30/09/2020) under sub-section (12) of section 143 of the Companies Act, 2013 on suspected offence involving fraud being committed or having been committed. Basis of Adverse Opinion are mentioned in the Key Audit Matters paragraph.

Key Audit Matters

1. Share Application Money

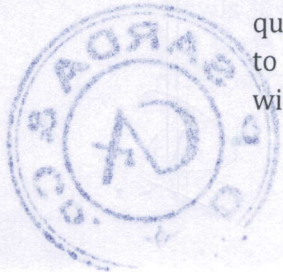
- Long outstanding Share Application Money of Rs. 85,12,000 was refunded last year by issuing cheques, but not a single cheque was cleared. This resulted in non-repayment of Share Application Money.
- Share application money of Rs. 31,99,000 to 4 applicants was refunded on 31.03.2020. However, interest @ 12% on account of refund of Share Application Money has neither been given to the applicants nor been provided for in the P&L A/c. as per 42 of companies Act 2013.

2. Land -

- The company vide its Board Resolution dated 17/03/2018 gave a Power of Attorney of all its immovable properties, namely Survey No. 83, 84, 68/1, 68/2,



- b) Moreover, land Survey No. 83 has been mortgaged with Arvind Bank Ltd. And the company has obtained a fresh loan of Rs. 1 Crore on 11/06/2019.
- c) In accordance with the above Power of Attorney, Shri Bharat Bhushan Shrikhande clandestinely executed the sale deed on 29/08/2019 of land Survey No. 83, Village Mondha, Tahsil Hingna and also deposited a TDS of Rs. 8,30,500 to the credit of the company. The company has neither recorded such sale and TDS nor provided any explanation and clarification as to the clear title of such land as on 31/03/2020. Such sale deed was executed by Shri Bharat Bhushan Shrikhande as both 'Seller' and 'Purchaser'.
- d) In spite of the Power of Attorney mentioned in sub para (a) above, a portion of land Survey No. 84 was sold to Shri Shantanu Sharma on 27/11/2019 for Rs. 1,26,00,000.
3. There was an opening Capital WIP of Rs. 1,39,47,718 which was informed to us that the company is building a guest house. However, it was converted into a private residence for Managing Director Shri Raghav Sharma & family. Capital WIP of Rs. 2,27,84,270 is still reflecting in the books, as on 31.03.2020. The construction has been completed and MD is residing in the property. Such construction is done on the land portion of Survey No. 84 sold to Shri Shantanu Sharma as mentioned in Para 2(d).
4. With respect to the above mentioned events, which are fraudulent, the statutory auditor has filed a report in form ADT-4 under subsection (12) of section 143 of the Companies Act, 2013.
5. Banks Accounts & Cash;
- a. Arvind Bank Cash Credit A/c;
- Cash withdrawn from the account is Rs. 95.46 Lacs and deposited in to the account is Rs. 30 Lacs during the year.
- b. Axis Bank Current A/c;
- Cash withdrawn from the account is Rs. 55 Lacs and deposited in to the account is Rs. 195.77 Lacs during the year.
 - Out of the above cash deposit, Rs. 1,25,59,860 is deposited at various branches across India.
 - It shows that cash is deposited by Customers and not by the company.
 - There is also a risk of suppression of Sales figures in such a case.
- c. Cash;
- Cash collected from Debtors is Rs. 264.42 Lacs.
 - There are 5 parties from whom more than Rs. 2 Lacs cash is received throughout the year. Similarly, payments of more than Rs. 2 Lacs is also made to 1 party.
- d. Following Bank statements are not provided:-
- i. Arvind Sahakari Bank Ltd. A/c No. 21/265
 - ii. Bank of Maharashtra A/c No. 60010639980
 - iii. State Bank of India A/c No. 30087879417
- e. No satisfactory explanation has been provided for the above.
6. Manufacturing, Production, Costing and inventory details are not provided. List of items manufactured by the company during the FY also not provided. Physical verification of stock could not be carried out and we had to rely on the stock figures as given by the management
7. Price list of the company was not provided. During our audit we found that sale of lower quantity to non-related party was at a lower price whereas sale of much higher quantity to related party was at a higher price. Explanation was not provided by the company with respect to such pricing policies.



influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of “Shakti Press Limited” for year ended on March 31, 2020

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of SHAKTI PRESS LIMITED (“The Company”) as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

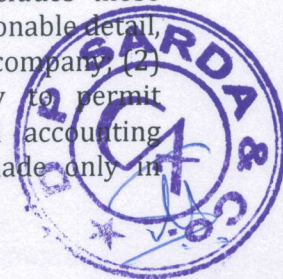
Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in



**Reports under The Companies (Auditor's Report) Order, 2016 (CARO 2016) for the
year ended on 31st March 2020**

To,

The Members of SHAKTI PRESS LIMITED

(i) In Respect of Fixed Assets

(a) The company has not maintained (Component wise) proper records of fixed asset, which showing full particulars including quantitative details and situation of fixed assets. Hence, we charge depreciation on fixed asset on aggregate value of asset.

(b) As explanation given to us management, fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification except in case of Land Survey No. 83, as mentioned in Para 2(b) of the Key Audit Matters para of the Independent Auditor's Report.

(c) Records of fixed asset are not given to us for examination and also Title deeds of company's asset are not provided to us, hence, we are unable to comment, whether such Title deeds are in the name of company or not.

(ii) In Respect of Inventories

Physical verification of inventory has been conducted at reasonable intervals by the management only. Due to improper inventory records, we were unable to conduct physical stock verification.

(iii) Compliance under section 189 of The Companies Act, 2013

The company has granted unsecured loan to companies, firms or other parties covered in the register maintained u/s 189 of the companies Act-2013. Detail of such loans mentioned in clause (iv).

(iv) Compliance under section 185 and 186 of The Companies Act , 2013

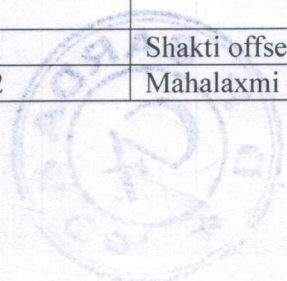
During the year company advanced the below mentioned amount to it's director, which is not in compliance with section 185 of companies Act, 2013. But company complied with section 186 of the Act in respect of, making investments and providing, loan, guarantees and securities, as applicable.

Non-compliance of sec 185 of companies Act, 2013 is reported as follow:-

Sr. No.	Name of Director	Amount (Rs.)	Closing Balance on Balance sheet Date (Rs.)
1	AshutoshPotnis	0	4,50,000
2	Raghav Sharma	39,35,688	10,38,187

Non-compliance of sec 186 of companies Act, 2013 is reported as follow :-

Sr. No.	Name of Party	Amount (Rs.)	Closing Balance on Balance sheet Date (Rs.)
1	Shakti offset Works, Nagpur	90,610	3,52,60,112
2	Mahalaxmi Commercial Services P. Ltd.	11,58,251	11,58,251



The statutory auditor has filed a report in form ADT-4 under subsection (12) of section 143 of the Companies Act, 2013 on suspected offence involving fraud being committed or having been committed. Please refer Para 2 and 3 of the Independent Auditor's Report.

(xi) Managerial Remuneration

Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

(xii) Compliance by Nidhi Company Regarding Net Owned Fund to Deposits Ratio

As per information and records available with us The company is not Nidhi Company.

(xiii) Related party compliance with Section 177 and 188 of companies Act – 2013

Company has not complied with provision of section 188 of companies Act 2013. Details of those transactions are mentioned in Note 20. to the Balance Sheet.

(xiv) Compliance under section 42 of Companies Act - 2013 regarding Private placement of Shares or Debentures

Company had a long outstanding of Rs. 85.12 Lacs in the name of Share Application Money Pending Allotment. Share Application Money of Rs. 85,12,000 was refunded last year by issuing cheques, but not a single cheque was cleared. This resulted in non-repayment of Share Application Money. Share application money of Rs. 31,99,000 to 4 applicants was refunded on 31.03.2020. However, interest @ 12% on account of refund of Share Application Money has neither been given to the applicants nor been provided for in the P&L A/c. as per 42 of companies Act 2013.

(xv) Compliance under section 192 of Companies Act – 2013

Apart from those mentioned in the notes to accounts, the company has not entered into any non-cash transactions with directors or persons connected with him and the provisions of section 192 of Companies Act, 2013 have been complied with.

(xvi) Requirement of Registration under 45-IA of Reserve Bank of India Act, 1934

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act.

Place : Nagpur

Date : 31.07.2020

FOR D P SARDA & CO
CHARTERED ACCOUNTANTS



CA Mukund Sarda
Partner

MRN 149588

FRN 117227w

UDIN: 21149588AAAAAM9393

Shakti Press Limited

Notes to the financial statements

1.1 Company overview

The Shakti Press Limited (The holding Company) has been in the Books, Corrugated Boxes, Paper Plates and Printed Labels manufacturing business since over a century and has widened its business interest in the same area almost 2 decade ago. The company is domiciled in india and its registered office is Shakti House, Wardha Road, Nagpur 440012.

1.2 Authorisation of Financial Statements

The financial statements were authorised for issue in accordance with a resolution of the directors on 31st July, 2020.

1.3 Significant Accounting Policies

i) Basis of preparation of financial statements.

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act 2013, (the 'Act') and other relevant provisions of the Act.

ii) Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are recognized in profit or loss during the reporting period, in which they are incurred.

iii) Impairment of non-financial assets

Assessment is done at each balance sheet date as to whether there is any indication that an asset may be impaired. If any such indication exists or when annual impairment testing for an asset is required, an estimate of the recoverable amount of the asset/cash generating unit is made. Recoverable amount is higher of an asset's or cash generating unit's fair value less costs of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. The smallest identifiable group of assets that generates



For and on behalf of the Board
of Directors of SHAKTI PRESS LIMITED


RAGHAV SHARMA
DIN : 00588740
MANAGING DIRECTOR

SHANTANU SHARMA
DIN : 07984119
DIRECTOR

BERNARD WONG
PAN : AAYPW9156F
DIRECTOR

As per our report of even date
For, D P SARDA & CO
Chartered Accountants
FRN 117227W




CA Mukund Sarda
Partner
MRN. 149588
FRN. 117227w
UDIN 21149588AAAAAM9393

Nagpur
Dated : 31.07.2020

SHAKTI PRESS LTD.
Statement of Balance sheet at March 31, 2020

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
A ASSETS			
1 Non-current assets	2	150,595,930	153,117,731
(a) Property, Plant and Equipment	2	22,784,270	13,947,718
(b) Capital WIP	2	13,320	44,460
(c) Intangible Asset			
(b) Financial Assets	3	1,435,725	1,075,625
(i) Investments	4	57,706,936	55,528,409
(ii) Other Financial Assets			
(c) Advance Income Asset (Net)	5	9,482,488	16,498,255
(d) Other Non Current Assets			
Total Non - Current Assets		242,018,669	240,212,198
2 Current assets			
(a) Financial Assets		31,557,476	33,212,538
(i) Inventory	7	119,456,026	83,377,552
(ii) Trade receivables	8	403,668	430,587
(iii) Cash and cash equivalents			
(b) Current Tax Asset (net)	6	5,322,097	6,490,515
(c) Other current assets			
Total Current Assets		156,739,267	123,511,192
Total Assets (1+2)		398,757,936	363,723,390
B EQUITY AND LIABILITIES			
1 Equity	9	35,202,000	35,202,000
(a) Equity Share capital	10	97,252,865	67,343,982
(b) Other Equity			
Total equity (I)		132,454,865	102,545,982
LIABILITIES			
2 Non-current liabilities			
(a) Financial Liabilities	11	162,158,694	136,229,021
(i) Borrowings	12	8,662,753	8,662,753
(ii) Trade Payables	14	1,077,466	1,077,466
(iii) Other Financial Liabilities			
(b) Provisions	13	-	-
Total Non - Current Liabilities		171,898,912	145,969,240
3 Current liabilities			
(a) Financial Liabilities	12	36,310,208	41,437,701
(i) Trade payables	11	49,746,739	44,552,471
(ii) Borrowings	14	796,266	16,872,708
(ii) Other financial liabilities	15	5,311,163	11,201,531
(b) Other current liabilities	13	2,239,784	1,143,758
(c) Provisions			
Total Current Liabilities		94,404,160	115,208,168
Total Equity and Liabilities (1+2+3)		398,757,936	363,723,390

The accompanying notes are an integral part of these financial statements

In terms of our report attached
For D P Sarda & Co
Chartered Accountants

CA Mukund Sarda
Partner
MRN 149588
FRN 117227w
Place: Nagpur
Date: 31/07/2020
UDIN : 21149588AAAAAM9393



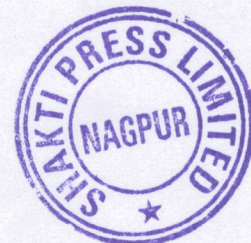
For Shakti Press Limited

Raghav Sharma
Managing Director
DIN: 00588740

Bernard Wong
Chief Financial Officer
PAN : AAYPW9156F

Place: Nagpur
Date: 31/07/2020

Shantanu Sharma
Director
DIN: 07984119



SHAKTI PRESS LTD.
Statement of Profit and Loss
For the year ending March 31, 2020

Particulars	Notes No.	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Revenue from operations	16	112,807,551	93,891,684
Other income		12,902,753	97,953,242
Total Revenue (I)		125,710,304	191,844,926
Expenses		75,376,271	69,195,274
Cost of material consumed		1,655,063	12,818,377
Change in inventory	17	7,349,594	4,064,333
Employee Benefit Expense	18	6,084,529	4,978,669
Finance cost	2	2,422,642	3,137,716
Depreciation and amortisation expense	19	15,521,649	18,136,655
Other expenses		108,409,748	112,331,024
Total expenses (II)		17,300,557	79,513,902
PROFIT BEFORE EXCEPTIONAL ITEM AND INTEREST		-	-
Exceptional Item		17,300,557	79,513,902
Profit before tax		-	-
Tax expense: (VI)		-	-
Current tax		-	-
Deferred tax		-	-
Taxation for prior period		-	-
Profit After Tax		17,300,557	79,513,902
Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		-	-
(b) Remeasurements of the defined benefit plans			
Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive income for the period)		17,300,557	79,513,902
Earnings per equity share		4.91	22.59
1 Basic			
2 Diluted			

The accompanying notes are an integral part of these financial statements

In terms of our report attached
For D P Sarda & Co.
Chartered Accountants



CA Mukund Sarda
Partner

MRN 149588

FRN 117227w

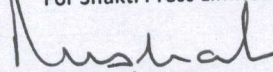
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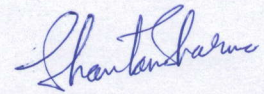
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For Shakti Press Limited



Raghav Sharma
Managing Director
DIN: 00588740



Shantanu Sharma
Director
DIN: 07984119



Bernard Wong
Chief Financial Officer
PAN : AAYPW9156F



Place: Nagpur
Date: 31/07/2020

SHAKTI PRESS LTD.
Statement of Changes in Equity for the year ended March 31, 2020

(Amount in Rupees)

a. Equity Share Capital	As at March 31, 2020	As at March 31, 2019
Opening Balance	35,202,000	35,202,000
Issued during the year	-	-
Closing Balance	34,493,030	31,567,530

(Amount in Rupees)

c. Other Equity	Share application money pending allotment	Retained Earning	Capital Incentive	Revaluation Reserve	8% non- cumulative preference shares of Rs.100/- each	Total
Balance as at April 1, 2017	8,512,000	(221,637,784)	2,900,000	174,998,577		(35,227,207)
Add: Loss for the year		13,589,523				13,589,523
Add: Adjustments related to creditors not payable		902,470				902,470
Less: Bad debts related to previous year		(84,605)				(84,605)
Balance as at March 31, 2018	8,512,000	(207,230,396)	2,900,000	174,998,577		(20,819,819)
Add: Profit for the year		79,513,904			30,000,000	109,513,904
Add: Amount repaid	(8,512,000)	-		(12,838,102)		(12,838,102)
Less: Adjustment related to Capital WIP and PPE		-		(12,838,102)		(12,838,102)
Balance as at March 31, 2019	-	(127,716,492)	2,900,000	162,160,474	30,000,000	67,343,982
Adjustment related to preceeding year				7,295,326		7,295,326
Additions made during the year	8,512,000					8,512,000
Transfer to retained earnings		169,455,800		(169,455,800)		
Add: Profit for the year		17,300,557				17,300,557
Add: Amount repaid	(3,199,000)					(3,199,000)
Balance as at March 31, 2020	5,313,000	59,039,865	2,900,000	-	30,000,000	97,252,865

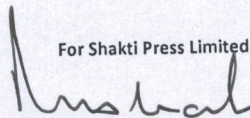
See accompanying notes forming part of the financial statements.

In terms of our report attached
For D P Sarda & Co
Chartered Accountants

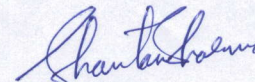


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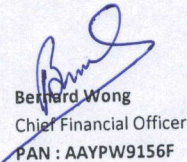


For Shakti Press Limited


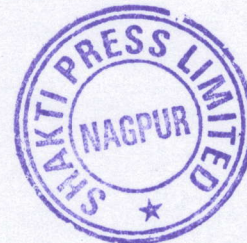
Raghav Sharma
Managing Director
DIN: 00588740



Shantanu Sharma
Director
DIN: 07984119


Bernard Wong
Chief Financial Officer
PAN : AAYPW9156F

Place: Nagpur
Date: 31/07/2020




SHAKTI PRESS LTD.
Cash Flow Statement
For the year ending March 31, 2020

Particulars	Year ended March 31, 2020 ₹	Year ended March 31, 2019 ₹
A <u>Cash flows from operating activities</u>	17,300,557	79,513,902
Profit for the year		
Adjustments for:		
Bad debts written off	-	6,313,711
Depreciation and amortisation of non-current assets	2,422,642	3,137,716
Capital gain on sale of land	(12,460,000)	(64,869,472)
Interest expense	5,797,862	4,890,351
Interest income	(6,820)	-
dividend received	(98,770)	(73,770)
	(4,345,086)	(50,601,464)
Movements in working capital:		
(Increase)/decrease in trade receivables	-35,522,408	(31,098,551)
(Increase)/decrease in inventory	1,655,062	12,818,377
(Increase)/decrease in other assets	1,168,418	(900,936)
Increase/(decrease) in trade payables	-5,127,492	13,294,563
(Decrease)/increase in other financial liabilities	-16,076,443	15,992,955
(Decrease)/increase in other liabilities	-5,890,368	(9,505,027)
Increase/(decrease) in provisions	1,096,026	(1,671,219)
	(58,697,206)	(1,069,838)
Cash generated from operations	(45,741,735)	27,842,600
Income taxes paid		
Net cash generated by operating activities	(45,741,735)	27,842,600
B <u>Cash flows from investing activities</u>	(8,875,053)	(22,568,903)
Capital expenditure on fixed assets	12,600,000	79,435,500
Proceeds from sale of fixed assets		26,100
Sale of Investments		
Purchase of non-current investments (Investment in subsidiary)	-360,100	
	(2,734,593.45)	3,534,250.00
Change in Other Financial assets	7,015,768	(11,548,103)
Change in other non-current assets	98,770	73,770
Dividend received	6,820	
Interest received	7,751,611	48,952,614
Net cash (used in)/generated by investing activities		
C <u>Cash flows from financing activities</u>	(5,797,862)	(4,890,351)
Interest paid	33,253,798	(70,555,469)
Receipts of long term borrowing		(789,584)
Receipt of security deposit	5,313,000	(8,512,000)
Share application money received	32,768,936	(84,747,404)
Net cash used in financing activities		
Net increase in cash and cash equivalents	(5,221,188)	(7,952,190)
Cash and cash equivalents at the beginning of the year	(44,121,884)	(36,172,023)
Cash and cash equivalents at the end of the year	(49,343,071)	(44,121,884)

See accompanying notes forming part of the financial statements.

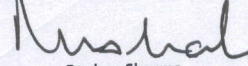
In terms of our report attached

For D P Sarda & Co
Chartered Accountants



CA Mukund Sarda
Partner
MRN 149588
FRN 117227w
Place: Nagpur
Date: 31/07/2020
UDIN : 21149588AAAAAM9393



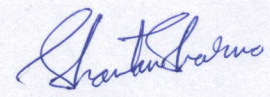
For Shakti Press Limited



Raghav Sharma
Managing Director
DIN: 00588740


Bernard Wong
Chief Financial Officer
PAN : AAYPW9156F

Place: Nagpur
Date: 31/07/2020



Shantanu Sharma
Director
DIN: 07984119



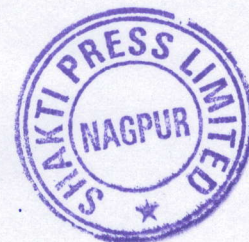
SHAKTI PRESS LTD.
Notes to the financials statements for 31st March, 2020

Note No 2 : Property, Plant and Equipment

	As at March 31, 2020	As at March 31, 2019
Carrying amount of:		
P&M	48,398	153,339
Office Equipment	199,877	269,704
Electrical Installation	438,148	591,213
Land & Building	149,839,898	151,967,467
Vehicles	38,780	52,328
Computer	30,828	83,681
Total	150,595,930	153,117,731

	P&M 81.23%	Office Equipment 25.89%	Electrical Installation 25.89%	Land & Building 9.50%	Vehicles 25.89%	Computer 63.16%	Total	Capital WIP	Intangible asset 20%
At 1 April 2018	185,034,813	7,604,247	7,564,776	215,150,434	1,224,790	-	416,579,060	4,913,860	-
Additions		211,868	341,298	-		96,975	650,140	9,033,858	46,800
Deletions				(26,394,449)			(26,394,449)	-	-
At March 31, 2019	185,034,813	7,816,115	7,906,074	188,755,985	1,224,790	96,975	390,834,751	13,947,718	46,800
Additions	38,500						38,500	8,836,553	
Deletions				(140,000)			(140,000)	-	(28,800)
At March 31, 2020	185,073,313	7,816,115	7,906,074	188,615,985	1,224,790	96,975	390,733,251	22,784,270	18,000
Accumulated Depreciation/Amortisation									
At 1 April 2018	184,217,877	7,450,584	7,164,352	46,420,730	1,154,182	-	246,407,725	-	-
Charge for the year	663,597	95,827	150,509	2,196,209	18,280	13,294	3,137,716		2,340
Disposals	-			(11,828,421)			(11,828,421)		-
At 31 March 2019	184,881,474	7,546,411	7,314,861	36,788,518	1,172,462	13,294	237,717,020	-	2,340
Charge for the year	143,441	69,826	153,065	1,987,569	13,548	52,853	2,420,302		2,340
Disposals	-								-
At 31 March 2020	185,024,915	7,616,238	7,467,926	38,776,087	1,186,010	66,146	240,137,322	-	4,680

Land & Building also includes Land Survey No. 83, whose sale deed was executed. The management has not considered the sale. For Further details please refer para 2(b) of the Key Audit Matters section of the Independent Auditor's Report.



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SHAKTI PRESS LTD.

Notes to the financials statements for 31st March, 2020

Note no. 3 : Investment

Particulars	As at March 31, 2020		As at March 31, 2019	
	Current	Non Current	Current	Non Current
Investments				
NATIONAL SAVINGS CERTIFICATS		3,000.00		3,000.00
SHARE OF ARVIND SAHAKARI BANK LTD		1,347,600		987,500
SHARE OF ENBEE PLANTATION LTD				-
SHARE OF KEDIA DISTILLERIES LTD		85,125		85,125
SHARE OF MADHYADESH PAPER LTD.				-
SHARE OF SAMTA SAHAKARI BANK LTD				-
Total Aggregate Unquoted Investments		1,435,725		1,075,625

Notes

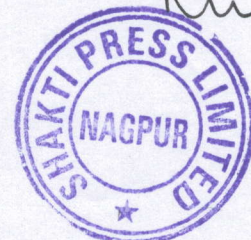
Fair Value of Kedia Distilleries Ltd.'s shares is not known and not been valued as well. They are being shown are carried forward value.

Note no. 4 : Other Financial Assets

Particulars	As at March 31, 2020		As at March 31, 2019	
	Current	Non Current	Current	Non Current
A) Security Deposits				
EARNEST MONEY DEPOSIT		70,000		70,000
SALES TAX PAID AGAINST APPEALS		2,543,812		938,016
SECURITY DEPOSIT (GCOMMFL,ANAND) AMUL		80,000		80,000
SECURITY DEPOSIT MSEDCL		736,625		736,625
SECURITY DEPOSIT (M.S.S.C.LTD.AKOLA)		141,497		141,497
SECURITY DEPOSIT (WATER DEPARTMENT)		13,326		13,326
T.D.R. SBI				
T.D.S. A/C. (I.T)		71,136		71,136
SHAKTI OFFSET WORKS, NAGPUR		35,260,112		35,169,502
Other Debit Balance		18,000		18,000
Other Trade Receivables		17,625,240		18,181,306
Security deposit against rent		109,000		109,000
RAGHAV SHARMA		1,038,187		
GRAND TOTAL		57,706,936		55,528,409

Note no. 5 : Other Non Current assets

Particulars	As at March 31, 2020	As at March 31, 2019
ADV. ASHUTOSH POTNIS, NAGPUR	450,000	450,000
MAHALAXMI COMMERCIAL SERVICES P.LTD.,NAG	1,158,251	1,158,251
Adv. Ninod Mahant	2,400	
Income tax demand notice 2014-15	693,000	693,000
GST credit	2,720,946	7,677,089
BSE Ltd	3,474,636	
Advance to suppliers	983,255	6,519,915
Total	9,482,488	16,498,255



SHAKTI PRESS LTD.

Notes to the financial statements for 31st March, 2020

Note no. 6 : Other Current assets

Particulars	As at March 31, 2020	As at March 31, 2019
Advance to contractors	2,610,000	2,176,888
Advance to employees	441,333	23,180
Excise receivable	-	2,683,740
Service tax receivable	-	37,206
TDS receivable	219,053	12,800
ESIC	25,251	
Advance to supplier	2,026,460	1,556,701
Total	5,322,097	6,490,515

TDS receivable of Rs. 8,30,500 is not considered by the management. For further details please refer para 2(b) of the Key Audit Matters section of the Independent Auditor's Report.

Note no. 7 : Trade receivables

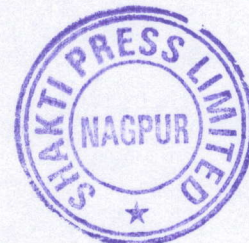
Particulars	As at March 31, 2020	As at March 31, 2019
Trade Receivable Unsecured		
(a) Considered Good	119,456,026	83,377,552
(b) Considered Doubtful	-	-
	119,456,026	83,377,552
Less: Allowances for doubtful debts (expected credit loss allowance)		
	119,456,026	83,377,552

Notes

The credit period on sale is 60 to 90 days. The Company does not charge interest on delayed payments and exercise the right on its Some debtors are outstanding for more than 1 year and no payment is received. When they will be settled is not informed by the

Age of receivables

Particulars	As at	As at
	March 31, 2020	March 31, 2019
Exceeding six months	92,588,656	51,375,026
Others	26,867,370	32,002,526



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SHAKTI PRESS LTD.

Statement of Balance sheet at March 31, 2020

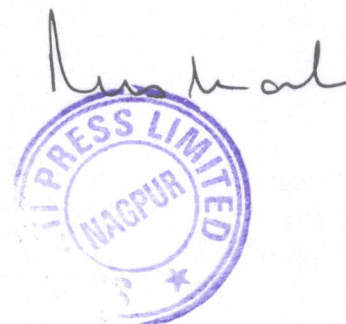
Note no. 8: Cash and cash equivalents

Particulars	Current	
	As at March 31, 2020	As at March 31, 2019
Current Cash and bank balances		
(a) Bank balances		
- In Over Draft	0	0
- In Current account	68,041	130,464
(b) Cash in hand	335,628	300,124
(c) Cheques on hand		
Total Cash and cash equivalent	403,668	430,587

During the current year, the Company has not entered into any non cash investing and financing activities which are not reflected in Statement of Cash Flows.

Note no. 9: Equity Share Capital

Particulars	As at March 31, 2020	As at March 31, 2019
Authorised Capital		
35,20,200 Equity Shares of Rs 10/- each	35,202,000	35,202,000
	35,202,000	35,202,000
Issued, Subscribed and Paid up		
35,20,200 Equity Shares of Rs 10/- each	35,202,000	35,202,000
Money Received against Share Warrant		
	35,202,000	35,202,000



SHAKTI PRESS LTD.
Statement of Balance sheet at March 31, 2020

Note no. 9.1: Equity Share Capital

(i) Reconciliation of the number of shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2020	
	No. of Shares	Amount in Rs
Equity shares		
At the beginning of the year	3,520,200	35,202,000
Add: Issued during the year	-	-
At the end of the year	3,520,200	35,202,000

(ii) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, in proportion of their shareholding.

(iv) Details of shares held by each shareholder holding more than 5% shares:

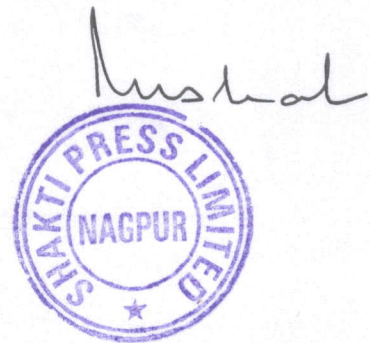
Class of shares / Name of shareholder	AS at March 31, 2020	
	Number of Shares held	% holding in that class of shares
Equity shares with voting rights:		
Shakti Offset Private Limited	492,150	13.98%
Raghav Sharma	426,467	12.11%
Deepak Dhote	241,144	6.85%
Suresh Sharma	211,800	6.02%



SHAKTI PRESS LTD.
Statement of Balance sheet at March 31, 2020

Note no. 10: Other equity

Particulars	Revaluation Reserve	Retained Earning	Capital Incentive	Share Application money Pending allotment	8% non-cumulative preference shares of Rs.100/- each	Total
Balance on 1 April 2018	174,998,577	-207,230,396	2,900,000	8,512,000	-	-20,819,819
Additions during the year		79,513,903.66			30,000,000	79,513,904
Adjustment related to creditors not payable						-
Less: Adjustment related to Capital WIP and PPE	-12838102.4					-12,838,102
Less: Amount repaid				-8512000		
Bad debts related to previous years						-
Closing as on March 31, 2019	162,160,474	-127,716,492	2,900,000	-	30,000,000	37,343,982
Additions during the year		17,300,557		8,512,000		25,812,557
Transfer to retained earnings	(169,455,800)	169,455,800				-
Reductions during the year						-
Less: Amount repaid				-3199000		-3,199,000
Adjustments	7,295,326					7,295,326
Closing as on March 31, 2020	-	59,039,865	2,900,000	5,313,000	30,000,000	97,252,865



SHAKTI PRESS LTD.
Statement of Balance sheet at March 31, 2020

Note no. 11: Borrowings

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
Borrowings				
Secured				
Arvind Bank	49,746,739	-	44,357,465	-
Unsecured				
ADITI MULTI COMMODITIES PVT.LTD, MUMBAI		14,400,000		14,400,000
ALBELI LEASING & FINANCE P.LTD.,NAGPUR*		66,816		66,816
AMTIK INTERNATIONAL LTD, MUMBAI		6,400,000		6,400,000
Global Education Ltd.		-		500,000
HALDIRAM FOODS INTERNATIONAL LTD,NAGPUR		1,500,000		1,500,000
KALPANA SHARMA, NAGPUR*		1,019,838		1,019,838
MARKDATA ADVERTISING P.LTD.,NAGPUR*		1,245,952		1,245,952
NIDHI COMMODITIES PVT.LTD.,MUMBAI		9,100,000		9,100,000
NOVA MARKETING PVT.LTD.,NAGPUR*		7,720,389		7,720,389
PRASIDH COMMERCIAL SERVICES P.LTD.,NAGPUR*		10,318,847		10,318,847
SALASAR MULTI COMMODITY PVT.LTD. MUMBAI		6,400,000		6,400,000
SARSAN SECURITIES PVT.LTD, MUMBAI		7,000,000		7,000,000
Shalija Sharma		1,776,402		2,807,764
SHASHANTI CONSULTANT, MUMBAI		1,000,000		1,000,000
SHONAVI CREATIONS,NAGPUR		3,175,000		3,175,000
Shree Baidyanath Ayur Bhavan Pvt. Ltd*		21,874,873		22,775,823
SMT GYARSIDEVI FAMILY TRUST, NAGPUR		12,131,356		12,131,356
SUMAN SALES & SERVICES PVT.LTD, MUMBAI		11,700,000		11,700,000
Super Offset Pvt. Ltd		13,264,126		-
SURESH KUMAR SHARMA, NAGPUR*		949,188		949,188
UPDATE MARKETING P.LTD.,NAGPUR*		8,373,950		8,373,950
VIDHI SALES PVT LTD, MUMBAI		6,200,000		6,200,000
SHAKTI OFFSET PVT LTD		16,541,957		-
Raghav Sharma		-	195,006	1,444,099
Total	49,746,739	162,158,694	44,552,471	136,229,021

Notes

Unsecured loans are non-interest bearing and maturity is not defined so presentation as per Ind AS 32 of amortized cost has not been made.

* The payable of these parties are supposedly nullified by transferring land Survey no. 83 as per para 2(b) of the Key Audit Matters section of the Independent Auditor's Report. However, in the books the balances are still being reflected.

Note no. 12: Trade Payables

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
Trade payables				
Dues to Micro, Small and Medium Enterprises	-		-	
Dues to Others	36,310,208	8,662,753	41,437,701	8,662,753
Total trade payables*	36,310,208	8,662,753	41,437,701	8,662,753

Note - 13: Provisions

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
Wages payable	305,708			
Provident fund payable	95,241		117,299	
Water charges payable	6,568		6,570	
Audit Fees Payable	95,000		50,000	
Power & Electricity charges payable	269,150		-	
Employee Benefits payable	32,656		140,707	
Professional Tax	66,525		36,000	
Misc	1,368,941		793,182	
Total Provisions	2,239,789	-	1,143,758	-



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SHAKTI PRESS LTD.
Statement of Balance sheet at March 31, 2020

Note no. 14: Other Financial Liabilities

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
(i) Security deposit received from customers		-		-
(ii) Security deposit against rental agreement		1,077,466		1,077,466
(iii) GST payable	34,261		8,887,371	
(iv) TDS payable	762,005		661,212	
(v) Super Offset Pvt. Ltd	-		7,324,126	
TOTAL OTHER FINANCIAL LIABILITIES	796,266	1,077,466	16,872,708	1,077,466

Note no. 15: Other Liabilities

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
(i) Advances received from customers	5,277,673		11,201,531	
(ii) Other advances	33,490			
TOTAL OTHER LIABILITIES	5,311,163		11,201,531	

Notes

Some advance from customers are outstanding for the whole year and hence there is significant financing component which is not informed by management.

Note no -16 Other Income

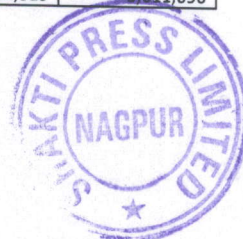
Particulars	As at March 31, 2020	As at March 31, 2019
a) Other Income		
a) Advertisement Income	-	11,600,000
b) Warehouse Rent	331,000	1,410,000
b) Interest Income		
On Security Deposits		
c) Dividend Income	6,820	-
d) Discount Recd.	98,770	73,770
e) Reversal of interest charged earlier	6,163	-
f) Capital gain on sale of land		20,000,000
	12,460,000	63,820,472
	12,902,753	96,904,242
TOTAL	12,902,753	96,904,242

Note 17 - Employee benefits expense

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Salaries, wages and bonus	5,032,733	4,117,442
Remuneration to directors	1,245,000	-
Contributions to provident and other funds	26,000	123,718
Staff welfare expenses	1,045,861	123,534
Total employee benefits	7,349,594	4,364,694

Note 18 - Finance cost

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Bank Commission & Charges	114,667	59,612
Bank Interest	5,797,862	4,890,351
Bank Interest To Other	172,000	61,127
Total employee benefits	6,084,529	5,011,090



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SHAKTI PRESS LTD.
For the year ending March 31, 2020

Note 19 Other expenses

Particulars	For the year ended	For the year ended
	31 March, 2020	31 March, 2019
	Rupees	Rupees
Carriage Inwards	656,920	961,931
Consumables & Spares	308,291	84,006
Factory Exp.	160,000	60,749
Job work charges	272,154	378,223
Packing Expenses	403,956	302,165
Power and Electricity	3,776,450	3,758,188
Process Expenses	343	13,465
Repairing & Maintenance	1,444,081	1,205,875
Supervision Charges	-	316,800
Water Charges	44,982	22,103
Accounting Charges	87,839	60,137
Advertisement Exp.	300,000	35,640
Audit Fees	50,000	50,000
Carriage Outwards	1,470,300	1,457,183
Computer Exp.	9,990	2,698
Consultancy Exp.	1,995	2,270
Conveyance Exp.	1,033,692	901,035
Gram panchayat charges	967,768	5,000
ELECTRICITY CHARGES	47,923	466,521
House Rent Allowance	-	7,000
Insurance Exp.	368,961	52,471
Legal Exp.	181,275	93,607
Listing Fees	16,945	13,700
Membership Subscription	31,629	136,229
News Paper & Periodical	91,100	4,250
Office Exp.	747,093	450,128
Pooja & Function Exp.	21,318	72,325
Postage & Telegraph	37,458	116,858
Printing Stationary & Xerox	107,226	130,581
Professional Charges	436,815	525,660
Reimburment of Medical Exp.(Dir)	38,904	38,761
REMUNERATION TO DIRECTORS	-	1,202,382
Rent Rate & Taxes	144,000	129,000
Sales Promotion Exp.	-	289,964
Garden maintenance	262,017	153,655
Cleaning charges	1,760	64,836
Secreterial Dept. Exp.	193,250	141,600
Security Service Charges	803,830	834,731
SPL GUEST HOUSE (EXP.)	181,509	9,134
Telephone Exp.	13,007	91,661
Travelling Exp.	635,140	824,925
Vehicle Running Exp.	100,422	334,812
Bad Debts (Written Off)	-	6,313,711
Misc Exp	2,721	93,016
Loading and unloading charges	68,584	106,990
Sales tax	-	901,996
TDS demand	-	242,045
Total	15,521,649	23,460,017



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SHAKTI PRESS LTD.

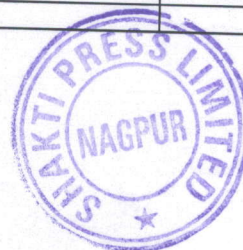
notes forming part of financial statements for the year ending 31st march 2020

Note 20: Related party transactions

A .Details of related parties

Names of Related Party	Description of relationship
Mr. Raghav Kailashnath Sharma	Managing Director
Mrs. Shailja Raghav Sharma	Director
Adv. Ashutosh Prabhakar Potnis	Director
Mr. Shantanu Sharma	Director
Mr. Rohan Rajeev Chhabra	Director
Mr. Aravind Bapurao Modak	Director
Mr. Bernard Yunsen Wong	Chief Financial Officer
CS Ritu Patel	Company Secretary
Mr. Suresh Sharma	Relative of MD
Mrs. Kalpana Sharma	Relative of MD
Mr. Rajesh Sharma	Relative of MD
Enterprises over which Key Management Personnel is able to exercise significant influence along with relatives	M/s. Vidarbha Paper mills Ltd. M/s. Swati Enterprises M/s. Shakti Press DIGI M/s. Shakti Offset Works M/s. Super offset Pvt. Ltd. M/s. Sankalp Marketing & Management Services M/s. S S ENTERPRISES M/s. SIDDHAYU AYUR.RES.FOUND.P.LTD M/s Sri Krsna Cardboards Pvt Ltd M/s Shakti Offset Pvt Ltd M/s. Shivart

S. No.	Particulars	Year ended March 31, 2020
	Nature of Transactions/ Names of Related Parties	
A	Key management personnel	
1	Mr. Raghav Sharma	
a	Remuneration	
b	Loan given	300,000
		2,872,298
2	Mrs. Shailja Sharma	
a	Loan repayment	805,757
b	Remuneration	300,000
3	Mr. Shantanu Sharma	
a	Remuneration	645,000
4	Mr. Bernard Wong	
a	Remuneration	316,800
5	CS Ritu Patel	
a	Salary	140,000
B	along with relatives	
1	M/s. Sankalp Marketing & Management Services	
a	Purchase	5,147,237
b	Sale	29,944,911
c	Vehicle hiring rent	43,500
2	M/s. Shakti Offset Pvt. Ltd.	
a	Loan taken	5,350,200



Mushtak

3	M/s. Shakti Offset Works	
a	Loan given	90,610
4	M/s. S.S. Enterprises	
a	Vehicle hiring rent given	88,500
b	Purchase	18,086,900
c	Sale	8,780,232
5	Super Offset Pvt Ltd	
a	Loan taken	5,940,000
6	M/s. SIDDHAYU AYUR.RES.FOUND.P.LTD	
a	Sales	18,312,125

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